

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

In re: ) Chapter 11  
)  
W. R. GRACE & CO., et al.,<sup>1</sup> ) Case No. 01-1139 (JKF)  
) Jointly Administered  
Debtors. )

Objection Deadline: December 26, 2006 at 4:00 p.m.  
Hearing Date: TBD only if necessary

**FEE DETAIL FOR STEPTOE & JOHNSON LLP'S MONTHLY FEE APPLICATION**  
**FOR THE PERIOD FROM JULY 1, 2006 THROUGH JULY 31, 2006**

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<sup>1</sup> The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc.), E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

**EXHIBIT A**

Remedium: Professional services rendered through: July 31, 2006

07/10/06	A.E. Moran	Work on quarterly bill.	2.00
07/11/06	A.E. Moran	Review and send out quarterly bill.	1.00
07/12/06	M.D. Lerner	Read Coltec decision and consider implications for Grace.	0.50

Name	Hours	Rate	Value
M.D. Lerner	0.50	610.00	305.00
A.E. Moran	3.00	495.00	1,485.00
Total	3.50		1,790.00

Total Fees	\$1,790.00
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Consolidated Returns Issue: July 31, 2006

07/12/06	A.E. Moran	Work on bills.	0.60
07/12/06	M.D. Lerner	Call with Ms. Finke re statue extension.	0.30
07/12/06	M.D. Lerner	Follow up call with Ms. Finke re statute extension.	0.20
07/12/06	M.J. Silverman	Consider Tax sharing agreement.	1.00
07/12/06	S.B. Teplinsky	Teleconference with Mr. Lerner and Ms. Finke re extension of statute and restricted consent.	0.30
07/12/06	S.B. Teplinsky	Teleconference with Ms. Finke and Mr. Gibbs re status of protest.	1.20
07/13/06	S.B. Teplinsky	Teleconference with Ms. Finke re extending statute.	0.50
07/17/06	M.D. Lerner	Read the IRS response to protest.	0.60
07/17/06	M.J. Silverman	Review IRS response to protest.	1.50
07/17/06	S.B. Teplinsky	Review Tax Sharing Agreement.	1.00
07/17/06	S.B. Teplinsky	Review IRS National Office memo re Lonely Parent Rule Protest.	1.50
07/17/06	S.B. Teplinsky	Review IRS National Office memo re Lonely Parent Rule.	2.00
07/17/06	S.B. Teplinsky	Teleconference with Messrs. Lerner and Tandler (Skadden) re Lonely Parent Rule.	1.00
07/18/06	A.E. Moran	Work on bills.	2.10
07/18/06	M.D. Lerner	Call with attorneys from Skadden Arps regarding extension.	0.20

07/18/06	M.D. Lerner	Work on revising language for the 870 to keep rights to claim carryback.	0.70
07/18/06	M.D. Lerner	Additional edits to carryback language.	0.20
07/18/06	S.B. Teplinsky	Teleconference with Messrs. Lerner and Tandler and Ms. Lopo re need for extension of statute of limitations.	0.20
07/18/06	S.B. Teplinsky	Teleconference with Messrs. Lerner and Gibbs and Ms. Finke re 98 and 97 extensions.	0.50
07/18/06	S.B. Teplinsky	Review and revise Form 870.	0.50
07/18/06	S.B. Teplinsky	Prepare for call re extension of statute of limitations.	0.30
07/19/06	M.J. Silverman	Review IRS response to protest.	1.00
07/20/06	M.D. Lerner	Work on language for 870.	0.30
07/20/06	S.B. Teplinsky	Teleconference with Ms. Tandler re extension for 1998 and additional language for Form 870.	0.50
07/20/06	S.B. Teplinsky	Review revised Form 870 language.	1.00
07/21/06	S.B. Teplinsky	Email Form 870 language to Mr. Tandler.	0.50
07/27/06	M. J. Silverman	Review Bryan memorandum re IRS response.	1.00
07/28/06	M.J. Silverman	Review issue on IRS response.	0.50
07/28/06	S.B. Teplinsky	Teleconference with Mr. Tandler re Form 870.	0.30
07/28/06	S.B. Teplinsky	Review emails re teleconference re Lonely Parent Rule.	0.30

Name	Hours	Rate	Value
M.J. Silverman	5.00	775.00	3,875.00
M.D. Lerner	2.50	610.00	1,525.00
S.B. Teplinsky	11.60	610.00	7,076.00
A.E. Moran	2.70	495.00	1,336.50
Total	25.30		15,602.50

Fees (Consolidated Returns)	\$13,812.50
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Total Fees (Remedium & Consolidated Returns)	<u>\$15,602.50</u>
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Disbursements: Remedium

Duplicating	9.45	
Long Distance Telephone	5.16	
		\$14.61

Disbursements: Consolidated Returns

Duplicating	57.15	
Long Distance Telephone	16.80	
		\$73.95

Total Disbursements:		<u>\$88.56</u>
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## STEPTOE &amp; JOHNSON LLP

## Detail Cost Report

Proforma: 469427

## 012046.00002 PROTEST OF REMEDIUM LOSS DISALLOWANCE

Cost Code	Date	Timekeeper Number	Name	Quantity	Rate	Amount
LASR	07/10/06	00206	Moran, Anne E.	11.00	0.15	1.65
LASR	07/10/06	00206	Moran, Anne E.	11.00	0.20	2.20
PC/Network Printing						
PC LASER 11 Pages Ward, Brenda						
LASR	07/10/06	00206	Moran, Anne E.	6.00	0.15	0.90
LASR	07/10/06	00206	Moran, Anne E.	6.00	0.20	1.20
PC/Network Printing						
PC LASER 6 Pages Ward, Brenda						
LASR	07/10/06	Total:				2.55
LASR	07/11/06	00206	Moran, Anne E.	11.00	0.15	1.65
LASR	07/11/06	00206	Moran, Anne E.	11.00	0.20	2.20
PC/Network Printing						
PC LASER 11 Pages Ward, Brenda						
LASR	07/11/06	00206	Moran, Anne E.	6.00	0.15	0.90
LASR	07/11/06	00206	Moran, Anne E.	6.00	0.20	1.20
PC/Network Printing						
PC LASER 6 Pages Ward, Brenda						
LASR	07/11/06	00206	Moran, Anne E.	2.00	0.15	0.30
LASR	07/11/06	00206	Moran, Anne E.	2.00	0.20	0.40
PC/Network Printing						
PC LASER 2 Pages Ward, Brenda						
LASR	07/11/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/11/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/11/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/11/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						

LASR	07/11/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/11/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/11/06	00206	Moran, Anne E.	6.00	0.15	0.90
LASR	07/11/06	00206	Moran, Anne E.	6.00	0.20	1.20
PC/Network Printing						
PC LASER 6 Pages Ward, Brenda						
LASR	07/11/06 Total:					4.20
LASR	07/18/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/18/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR	07/21/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing						
PC LASER 4 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR	07/21/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing						
PC LASER 4 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/21/06 Total:					1.65

LASR	07/24/06	00206	Moran, Anne E.	2.00	0.15	0.30	
LASR	07/24/06	00206	Moran, Anne E.	2.00	0.20	0.40	
PC/Network Printing							
PC LASER 2 Pages Ward, Brenda							
LASR	07/24/06	00206	Moran, Anne E.	2.00	0.15	0.30	
LASR	07/24/06	00206	Moran, Anne E.	2.00	0.20	0.40	
PC/Network Printing							
PC LASER 2 Pages Ward, Brenda							
LASR	07/24/06	00206	Moran, Anne E.	2.00	0.15	0.30	
LASR	07/24/06	0206	Moran, Anne E.	2.00	0.20	0.40	
PC/Network Printing							
PC LASER 2 Pages Ward, Brenda							
LASR	07/24/06 Total:						0.90
LASR Total:						9.45	
TELEDC	07/12/06	00206	Moran, Anne E.	1.00	3.20	3.20	
TELEDC	07/12/06	00206	Moran, Anne E.	1.00	3.20		
DC Telephone TELEDC 5613621300 FROM EXT. 108024							
TELEDC	07/12/06	00206	Moran, Anne E.	1.00	0.13	0.13	
TELEDC	07/12/06	00206	Moran, Anne E.	1.00	0.13		
DC Telephone TELEDC 5613621300 FROM EXT. 108024							
TELEDC	07/12/06 Total:						3.33
TELEDC	07/13/06	00206	Moran, Anne E.	1.00	0.59	0.59	
TELEDC	07/13/06	00206	Moran, Anne E.	1.00	0.59		
DC Telephone TELEDC 5613621300 FROM EXT. 108024							
TELEDC	07/26/06	00008	Lerner, M.D.	1.00	1.24	1.24	
Long Distance Telephone-DC M. Lerner --							
From:206-774-1234 to Boca Raton, FL 561-362-1300 on 05/09/06							
TELEDC Total:						5.16	
Total: 012046.00002 PROTEST OF REMEDIUM LOSS DISALLOWANCE						14.61	
Report Total:						14.61	

STEPTOE & JOHNSON LLP  
 Detail Cost Report  
 Proforma: 469428

012046.00003 TAX LITIGATION AUDIT ISSUE

Cost Code Description	Date	Timekeeper Number	Name	Quantity	Rate	Amount
DUPLDC	07/10/06	00206	Moran, Anne E.	62.15	9.30	
DUPLDC	07/10/06	00206	Moran, Anne E.	62.00	0.20	12.40
62 PHOTOCOPIES MADE BY 00206						
DUPLDC	07/10/06	00206	Moran, Anne E.	35.00	0.15	5.25
DUPLDC	07/10/06	00206	Moran, Anne E.	35.00	0.20	7.00
35 PHOTOCOPIES MADE BY 00206						
DUPLDC	07/10/06	00206	Moran, Anne E.	35.00	0.15	5.25
DUPLDC	07/10/06	00206	Moran, Anne E.	35.00	0.20	7.00
35 PHOTOCOPIES MADE BY 00206						
DUPLDC	07/10/06 Total:					19.80
DUPLDC	07/17/06	09066	Merrill	200.00	0.15	30.00
DUPLDC	07/17/06	09066	Merrill	200.00	0.20	40.00
200 PHOTOCOPIES MADE BY 09066						
DUPLDC	07/24/06	00206	Moran, Anne E.	12.00	0.15	1.80
DUPLDC	07/24/06	00206	Moran, Anne E.	12.00	0.20	2.40
12 PHOTOCOPIES MADE BY 00206						
DUPLDC	Total:					51.60
LASR	07/10/06	00206	Moran, Anne E.	6.00	0.15	0.90
LASR	07/10/06	00206	Moran, Anne E.	6.00	0.20	1.20
PC/Network Printing						
PC LASER 6 Pages Moran, Anne						
LASR	07/10/06	00206	Moran, Anne E.	11.00	0.15	1.65
LASR	07/10/06	00206	Moran, Anne E.	11.00	0.20	2.20
PC/Network Printing						
PC LASER 11 Pages Moran, Anne						
LASR	07/10/06 Total:					2.55

LASR	07/11/06	00206	Moran, Anne E.	2.00	0.15	0.30
LASR	07/11/06	00206	Moran, Anne E.	2.00	0.20	0.40
PC/Network Printing						
PC LASER 2 Pages Moran, Anne						
LASR	07/18/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/18/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/20/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/20/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Teplinsky, Steven						
LASR	07/20/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/20/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Teplinsky, Steven						
LASR	07/20/06 Total:					0.30
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.15	0.15
LASR	07/21/06	00206	Moran, Anne E.	1.00	0.20	0.20
PC/Network Printing						
PC LASER 1 Pages Ward, Brenda						
LASR	07/21/06	00206	Moran, Anne E.	9.00	0.15	1.35
LASR	07/21/06	00206	Moran, Anne E.	9.00	0.20	1.80
PC/Network Printing						
PC LASER 9 Pages Ward, Brenda						
LASR	07/21/06 Total:					1.65
LASR	07/24/06	00206	Moran, Anne E.	4.00	0.15	0.60
LASR	07/24/06	00206	Moran, Anne E.	4.00	0.20	0.80
PC/Network Printing						
PC LASER 4 Pages Ward, Brenda						
LASR Total:						5.55
TELEDC	07/18/06	00206	Moran, Anne E.	1.00	0.10	0.10
TELEDC	07/18/06	00206	Moran, Anne E.	1.00	0.10	
DC Telephone TELEDC 2126356475 FROM EXT. 108024						

TELEDC	07/18/06	00206	Moran, Anne E.	1.00	2.97	2.97
TELEDC	07/18/06	00206	Moran, Anne E.	1.00	2.97	
DC Telephone TELEDC 2127353475 FROM EXT. 108024						
TELEDC	07/18/06	00206	Moran, Anne E.	1.00	12.74	12.74
TELEDC	07/18/06	00206	Moran, Anne E.	1.00	12.74	
DC Telephone TELEDC 5613621300 FROM EXT. 106245						
TELEDC	07/18/06 Total:					15.81
TELEDC	07/20/06	00206	Moran, Anne E.	1.00	0.73	0.73
TELEDC	07/20/06	00206	Moran, Anne E.	1.00	0.73	
DC Telephone TELEDC 2127352882 FROM EXT. 106245						
TELEDC	07/28/06	00206	Moran, Anne E.	1.00	0.26	0.26
TELEDC	07/28/06	00206	Moran, Anne E.	1.00	0.26	
DC Telephone TELEDC 2127352882 FROM EXT. 106245						
TELEDC Total:						16.80
Total: 012046.00003 TAX LITIGATION AUDIT ISSUE						73.95
Report Total:						73.95